

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WS-02676A

Rio Rico Utilities Inc.

Water

12725 W. Indian School Rd. Suite D101

Avondale, AZ 85323

RECEIVED

APR 13 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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*entered
4-13-06
RF*

FOR COMMISSION USE

ANN04	05
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COMPANY INFORMATION

Company Name (Business Name) Rio Rico Utilities, Inc.

Mailing Address 12725 W. Indian School Rd. Suite D101

(Street)

Avondale

(City)

AZ

(State)

85323

(Zip)

(623) 935-9367

Telephone No. (Include Area Code)

(623) 935-1020

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same as above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Peter Kampian

(Name)

Chief Financial Office

(Title)

2845 Bristol Circle

(Street)

Oakville, Ontario

(City)

Canada

(State)

L6H 7H7

(Zip)

(905) 465-4500

Telephone No. (Include Area Code)

(905) 465-4514

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Mike Weber **General Manager**

(Name)

12725 W. Indian School Rd Suite D101

(Street)

Avondale

(City)

AZ

(State)

85323

(Zip)

(623) 935-9367

Telephone No. (Include Area Code)

(623) 935-1020

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: CT Corporation System

(Name)

3225 N. Central Ave.
(Street)

Phoenix
(City)

AZ
(State)

85201
(Zip)

(602) 277-4792

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Jay Shapiro @ Fennemore Craig

(Name)

3003 North Central Ave. Suite 2600
(Street)

Phoenix
(City)

AZ
(State)

85012-2913
(Zip)

(602) 916-5366

Telephone No. (Include Area Code)

(602) 916-5566

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☒ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME**Rio Rico Utilities, Inc (Water)****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	5,785		5,785
302	Franchises	417		417
303	Land and Land Rights	44,194		44,194
304	Structures and Improvements	688,795	118,950	569,845
307	Wells and Springs	679,511	142,749	536,762
311	Pumping Equipment	2,585,200	692,913	1,892,286
320	Water Treatment Equipment	367,370	124,962	242,408
330	Distribution Reservoirs and Standpipes	759,861	135,180	624,682
331	Transmission and Distribution Mains	20,357,217	6,783,394	13,573,823
333	Services	1,720,542	544,513	1,176,028
334	Meters and Meter Installations	688,615	134,304	554,311
335	Hydrants	494,074	152,907	341,167
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	655	312	344
340	Office Furniture and Equipment	99,906	42,699	57,207
341	Transportation Equipment	2,925	3,101	(176)
343	Tools, Shop and Garage Equipment	15,035	7,221	7,814
344	Laboratory Equipment	3,061	1,415	1,645
345	Power Operated Equipment			
346	Communication Equipment	197,817	38,368	159,449
347	Miscellaneous Equipment	7,046	3,392	3,655
348	Other Tangible Plant			
				0
	TOTALS	28,718,025	8,926,380	19,791,644

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME**Rio Rico Utilities, Inc (Water)****CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	5,785		
302	Franchises	417		
303	Land and Land Rights	44,194		
304	Structures and Improvements	688,795		6,760
307	Wells and Springs	679,511		8,113
311	Pumping Equipment	2,585,200		39,380
320	Water Treatment Equipment	367,370		7,102
330	Distribution Reservoirs and Standpipes	759,861		7,683
331	Transmission and Distribution Mains	20,357,217		385,522
333	Services	1,720,542		30,946
334	Meters and Meter Installations	688,615		7,633
335	Hydrants	494,074		8,690
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	655		18
340	Office Furniture and Equipment	99,906		2,427
341	Transportation Equipment	2,925		176
343	Tools, Shop and Garage Equipment	15,035		410
344	Laboratory Equipment	3,061		80
345	Power Operated Equipment			
346	Communication Equipment	197,817		2,181
347	Miscellaneous Equipment	7,046		193
348	Other Tangible Plant			
	Less: CIAC Amortization			(452,648)
	TOTALS	28,718,025		54,666

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

Half-year convention used on asset additions.

COMPANY NAME**Rio Rico Utilities, Inc (Water)****BALANCE SHEET**

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 189,092	\$ 249,933
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	111,072	144,895
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	31,257	114,515
174	Miscellaneous Current and Accrued Assets	1,386,839	1,268,898
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1,718,260	\$ 1,778,240
	FIXED ASSETS		
101	Utility Plant in Service	\$ 26,824,828	\$ 28,718,024
103	Property Held for Future Use		
105	Construction Work in Progress	916,649	526,430
108	Accumulated Depreciation - Utility Plant	8,419,066	8,926,380
121	Non-Utility Property	4,412,181	4,697,141
122	Accumulated Depreciation - Non Utility	3,478,977	3,790,849
	TOTAL FIXED ASSETS	\$ 20,255,614	\$ 21,224,366
	TOTAL ASSETS	\$ 21,973,875	\$ 23,002,606

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME**Rio Rico Utilities, Inc (Water)****BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 24,497	\$ 5,944
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		17,770
235	Customer Deposits	84,368	84,285
236	Accrued Taxes	7,501	7,921
237	Accrued Interest	1,570	1,954
241	Miscellaneous Current and Accrued Liabilities	988,787	1,061,871
	TOTAL CURRENT LIABILITIES	\$ 1,106,722	\$ 1,179,745
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	206,074	265,023
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	19,301,968	20,181,201
272	Less: Amortization of Contributions	4,686,995	5,139,644
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 14,821,046	\$ 15,306,581
	TOTAL LIABILITIES	\$ 15,927,768	\$ 16,486,325
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1	\$ 1
211	Paid in Capital in Excess of Par Value	6,118,311	6,118,311
215	Retained Earnings	(72,205)	397,969
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 6,046,106	\$ 6,516,280
	TOTAL LIABILITIES AND CAPITAL	\$ 21,973,875	\$ 23,002,606

COMPANY NAME**Rio Rico Utilities, Inc (Water)****COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,282,389	\$ 1,720,689
460	Unmetered Water Revenue		
474	Other Water Revenues	33,219	54,205
	TOTAL REVENUES	\$ 1,315,609	\$ 1,774,894
	OPERATING EXPENSES		
601	Salaries and Wages		
610	Purchased Water		
615	Purchased Power	298,533	308,297
618	Chemicals	4,325	4,787
620	Repairs and Maintenance	34,416	35,017
621	Office Supplies and Expense	10,740	11,865
630	Outside Services	470,102	642,581
635	Water Testing	13,097	11,847
641	Rents	21,444	17,314
650	Transportation Expenses	62,450	67,688
657	Insurance - General Liability	50,005	52,879
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	4,620	21,757
675	Miscellaneous Expense	56,788	120,831
403	Depreciation Expense	94,760	54,666
408	Taxes Other Than Income		
408.11	Property Taxes	67,636	72,343
409	Income Tax		17,770
	TOTAL OPERATING EXPENSES	\$ 1,188,915	\$ 1,439,641
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income		
421	Non-Utility Income	1,031,683	1,201,667
426	Miscellaneous Non-Utility Expenses	920,466	845,487
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$ 111,217	\$ 356,179
	NET INCOME/(LOSS)	\$ 237,910	\$ 691,432

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$135,736.60

Meter Deposits Refunded During the Test Year

\$35,548.17

COMPANY NAME **Rio Rico Utilities Inc (Water)**

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-502579	200	1100	650	16	8	
55-619359	75	625	250	10	6	
55-604302	20			16	2	
55-604364	75	625	251	10	6	
55-604363	75	650	603	12	8	
55-604366	20			10	2	
55-587292	200	975	605	16	10	2003

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	2	315	
30	8		
25	13		
20	8		
15	10		
10	3		
7.5	9		
3	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity, Millions Gallons	Quantity	Capacity	Quantity
0.640	1	8,000	1
0.200	1	5,000	11
0.150	1	3,000	1
0.100	1	1,500	4
0.010	4	1,000	5
		200	4
		50	0

COMPANY NAME Rio Rico Utilities Inc (Water)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
4" and Under	Various	325,458
Over 4"	Various	1,478,264

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	5380
3/4	0
1	78
1 1/2	16
2	54
Comp. 3	3
Turbo 3	11
Comp. 4	5
Tubo 4	0
Comp. 6	1
Tubo 6	0

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Gas Chlorination System using 150# Cylinders

STRUCTURES:

(2) 20' X 20' Storage Sheds

(5) 8' X 8' Chlorination Buildings (at well sites)

OTHER:

COMPANY NAME: Rio Rico Utilities Inc (Water)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	5013	59,855	47,688
FEBRUARY	5037	41,453	42,973
MARCH	5059	43,410	57,422
APRIL	5104	56,890	68,557
MAY	5118	67,892	79,011
JUNE	5156	77,701	85,917
JULY	5238	76,911	80,410
AUGUST	5322	61,611	59,076
SEPTEMBER	5427	57,235	69,910
OCTOBER	5463	58,853	66,224
NOVEMBER	5519	61,336	60,926
DECEMBER	5548	53,805	56,346
TOTAL			774,460

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

(X) Yes () No

If yes, provide the GPCPD amount: 172

What is the level of arsenic for each well on your system. _____ mg/l

(If more than one well, please list each separately.)

Well #5 .0032 MG
Well #8 .0047 MG
Well #15 .0050 MG
Well #52 .0047 MG
Well # 86 .0040 MG

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Rio Rico Utilities, Inc

YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 112,356.62

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Rio Rico Utilities, Inc

YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

14,128.59

State Taxable Income Reported

Estimated or Actual State Tax Liability

3,641.90

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Michael D. Weber
SIGNATURE

4/12/06
DATE

MICHAEL D. WEBER
PRINTED NAME

V. P. / C. M.
TITLE

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 28 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
SANTA CRUZ
NAME (OWNER OR OFFICIAL) TITLE
BOB DODDS
COMPANY NAME
RIO RICO UTILITIES INC.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Robert Dodds

SIGNATURE OF OWNER OR OFFICIAL

623 935-9367

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

18th

DAY OF

COUNTY NAME

Maricopa

MONTH

April

2006



MY COMMISSION

OFFICIAL SEAL
BARBARA RIDEN
Notary Public - State of Arizona
MARICOPA COUNTY
My Comm. Expires Feb. 3, 2007

Barbara Riden

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 13 2006

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Santa Cruz	
NAME (OWNER OR OFFICIAL) TITLE Mike Weber	V.P.
COMPANY NAME Rio Rico Utilities Inc.	

AZ CORPORATION ON COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

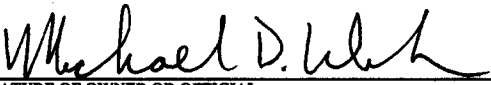
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,882,091.88

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 107,197.88
IN SALES TAXES BILLED, OR COLLECTED)**

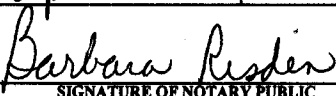
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
623 935-9429
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

COUNTY NAME Maricopa	
MONTH April	YEAR 2006
SIGNATURE OF NOTARY PUBLIC 	

BARBARA RIDEN
Notary Public - State of Arizona
MARICOPA COUNTY
My Comm. Expires **Dec 3, 2007**

MY COMMISSION EXPIRES

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 13 2006

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Santa Cruz	
NAME (OWNER OR OFFICIAL)	Mike Weber	TITLE V.P.
COMPANY NAME	Rio Rico Utilities Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,435,336.92

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 83,609.15
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Michael D. Weber
SIGNATURE OF OWNER OR OFFICIAL

623 935-9429
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

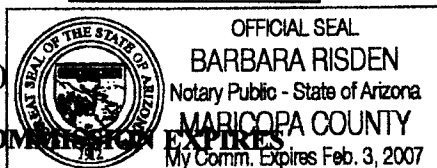
THIS

12th

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME	Barbara Riden	
COUNTY NAME	Maricopa	
MONTH	April	2006

X

Barbara Riden
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2005) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

Caesar Ramirez, Treasurer

11/8/2005

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
11/01/2005	Bill	938 02830-1	1,254.16	1,254.16		1,254.16
11/01/2005	Bill	938 03502-2	70,093.22	70,093.22		70,093.22
11/01/2005	Bill	114 50052-2	837.80	837.80		837.80
11/01/2005	Bill	951 43502-5	40,014.02	40,014.02		40,014.02
11/01/2005	Bill	11508226A-6	157.42	157.42		157.42
					Check Amount	112,356.62

Bank of America

Rio Rico Taxes

112,356.62

2005 9380350200 2 0000007003200003504661

Caesar Ramirez
Santa Cruz County Treasurer
2150 N Congress Dr
Nogales AZ 85621-1091



129390350200200003504661



35,046.61

Make check payable to:
Caesar Ramirez
Santa Cruz County Treasurer

DETACH AND RETURN WITH PAYMENT

Due March 1, 2006
RIO RICO UTILITIES INC
938 03 502 2

Delinquency Date Second Half Payment
Penalty for late payment is 16% per year
prorated monthly as of the 1st day of the month
for payments postmarked after 5:00 P.M.
May 1, 2006. (ARS 42-18052 and ARS 42-18053).

2005 PROPERTY TAX NOTICE

ARIZONA

BOOK	PARCEL # MAP	PARCEL	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	IRRIGATION DISTRICT \$ PER ACRE	PRIMARY PROPERTY TAX	
938	03	502 2 3502	8.6809	5.2389		45,561.62	
						LESS STATE AID TO EDUCATION	0.00
						NET PRIMARY PROPERTY TAX	45,561.62
						SECONDARY PROPERTY TAX	24,531.60
						SPECIAL DISTRICT TAX	0.00
						TOTAL TAX DUE FOR 2005	70,093.22

VALUE IN DOLLARS	ASSESSMENT RATIO	ASSESSED VALUE IN DOLLARS	EXEMPTIONS	NET ASSESSED VALUE
2,099,393	25.0	524,849	0	524,849
2,099,393	25.0	524,849	0	524,849
1,939,294	25.0	484,824	0	484,824
106,848	25.0	26,712	0	26,712
53,251	25.0	13,313	0	13,313

JURISDICTION	2005 TAXES	2004 TAXES	DIFFERENCE
SANTA CRUZ COUNT	17,575.63	12,671.94	4,903.69
SCHOOL EQUALIZAT	2,287.29	1,578.63	708.66
SANTA CRUZ SD #3	34,841.56	23,420.44	11,421.12
RIO RICO FD	14,619.15	9,633.08	4,986.07
FIRE DISTRICT AS	524.84	346.20	178.64
SANTA CRUZ COUNT	244.75	107.83	136.92

23610

TOTALS 70,093.22 47,758.12 22,335.10

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2005. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2006. To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2005. Delinquent interest will be waived.

Make your check payable to and mail to:

Caesar Ramirez
Santa Cruz County Treasurer
2150 N Congress Dr
Nogales AZ 85621-1091

0288913 01 MB 0.309 **AUTO T5 0 0784 34231-515725



RIO RICO UTILITIES INC
MICHAEL MURPHY/CONTROLLER
4837 SWIFT ROAD, #100
SARASOTA FL 34231-5157

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR
PARCEL NUMBER
ON YOUR CHECK.

Caesar Ramirez
Santa Cruz County Treasurer
2150 N Congress Dr
Nogales AZ 85621-1091

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AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

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year, send the 1st half coupon with your payment postmarked no
later than Dec. 31, 2005. Delinquent interest will be waived.

PAYMENT INSTRUCTIONS

TOTALS 837.80 824.02 13.78

THIS IS A
CALENDAR YEAR
BILL

Hand only

SANTA CRUZ COUNTY
SCHOOL EQUALIZAT
SANTA CRUZ SD #3
RIO RICO FD
FIRE DISTRICT AS
SANTA CRUZ COUNT
180.84
23.53
387.12
196.20
7.04
43.07
184.45
22.13
371.32
196.01
7.04
43.07
-3.81
1.40
15.80
0.19
0.00
0.00
0.00

BOOK	PARCEL #	MAP	AREA	CODE	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	EXEMPTIONS	NET ASSESSED VALUE	PRIMARY PROPERTY TAX	SECONDARY PROPERTY TAX	SPECIAL DISTRICT TAX	TOTAL TAX DUE FOR 2006
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78
114	50	052	2	3502	8.6809	5.2389		468.78	0.00	468.78	0.00	468.78

ARIZONA

2005 PROPERTY TAX NOTICE

DETACH AND RETURN WITH PAYMENT

Payment in U.S. FUNDS ONLY
Make check payable to:
Caesar Ramirez
Santa Cruz County Treasurer

Due March 1, 2006

RIO RICO UTILITIES INC

114 50 052 2 015710

Delinquency Date Second Half Payment
Penalty for late payment is 16% per year
prorated monthly as of the 1st day of the month
for payments postmarked after 5:00 P.M.
May 1, 2006 (ARS 42-18052 and ARS 42-
18053).

Caesar Ramirez
Santa Cruz County Treasurer
2150 N Congress Dr
Nogales AZ 85621-1091



121145005200200000041890

068140000000087800000002 005005411 5005

418.90

Caesar Ramirez
Santa Cruz County Treasurer
2150 N Congress Dr
Nogales AZ 85621-1091

Make your check payable to and mail to:

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PAYMENT INSTRUCTIONS

TOTALS	1,254.16	844.68	409.48
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01984

(CUIP & Security) (Security & CUIP)

DESCRIPTION	AMOUNT	COUNT
SANTA CRUZ COUNT	0.00	0.00
FIRE DISTRICT AS	8.65	3.01
RIO RICO FD	240.99	84.16
SANTA CRUZ SD #2	677.08	226.88
SCHOOL EQUALIZAT	37.71	12.01
SANTA CRUZ COUNT	289.73	83.42
	208.31	
	25.70	
	450.20	
	156.83	
	5.64	
	0.00	
		0.00

[illegible]

2005 PROPERTY TAX NOTICE

DETACH AND RETURN WITH PAYMENT

Payment in U.S. FUNDS ONLY
Make check payable to:
Caesar Ramirez
Santa Cruz County Treasurer

Due March 1, 2006

RIO RICO UTILITIES INC

938 02 830 1 041180

Delinquency Date Second Half Payment
Penalty for late payment is 16% per year
prorated monthly as of the 1st day of the month
for payments postmarked after 5:00 P.M.
May 1, 2006 (ARS 42-18052 and ARS 42-
18053).

627.08



129380283000100000062708



Caesar Ramirez
Santa Cruz County Treasurer
2150 N Congress Dr
Nogales AZ 85621-1091

2005 9380283000 2 00000012541600000062708

12 114-57-066 4

F FELIPE A. FUENTES JR.
R SANTA CRUZ COUNTY ASSESSOR
O P. O. BOX 1150
M NOGALES, AZ 85628
(520) 375-8030

NOTICE OF VALUE THIS IS NOT A TAX BILL

9080 F-MH C 21335
PRESORTED
FIRST CLASS MAIL
U.S. POSTAGE PAID
PHOENIX, AZ
PERMIT# 5343

Your Appeal Deadline is APRIL 29, 2006

Parcel ID	APN	Section	Range	Acres
12	114-57-066	4	28	02/28/2006

2006 VALUATION		2007 VALUATION	
LAND	IMPROVEMENTS	LAND	IMPROVEMENTS
2	2500	2	2500
16.0	0	16.0	0
0	0	0	0
2500	2500	2500	2500
16.0	16.0	16.0	16.0
2548	2548	2548	2548
16.0	16.0	16.0	16.0

LEGAL DESCRIPTION: SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #87
BK4 PG114 (SURVEY) (SUBDIVISION)

ADDRESS SERVICE REQUESTED
****AUTO**MIXED AADC 852 116-49
RIO RICO UTILITIES INC
4837 SWIFT ROAD #100
SARASOTA FL 34231-5157



12 114-57-069 3

NOTICE OF VALUE

F FELIPE A. FUENTES JR.
R SANTA CRUZ COUNTY ASSESSOR
P. O. BOX 1150
O NOGALES, AZ 85628
M (520) 375-8030

9110 F-MH C 21338

PRESORTED
FIRST CLASS MAIL
U.S. POSTAGE PAID
PHOENIX, AZ
PERMIT# 5343

Your Appeal Deadline is APRIL 29, 2006

Property in The County of	Year	Period ID	BLK	MP	Parcel	Section
SANTA CRUZ	2007	12	114-57-069	3		02/28/2006

LEGAL DESCRIPTION	2006 VALUATION	2007 VALUATION	ACRES
LAND PCV	2 2500 16.0	2 2500 16.0	400
IMPR PCV	0 00.0	0 00.0	0
TOTAL PCV	2 2500 16.0	2 2500 16.0	400
LIMITED VALUE	2 2448 16.0	2 2149 16.0	344

SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #90
BK4 PG114(SURVEY)(SUBDIVISION)

ADDRESS SERVICE REQUESTED
****AUTO**MIXED AADC 852 116-49
RIO RICO UTILITIES INC
4837 SWIFT ROAD #100
SARASOTA FL 34231-5157



12 114-57-070 5

NOTICE OF VALUE

F FELIPE A. FUENTES JR.
R SANTA CRUZ COUNTY ASSESSOR
P. O. BOX 1150
O NOGALES, AZ 85628
M (520) 375-8030

9120 F-MH C 21339

PRESORTED
FIRST CLASS MAIL
U.S. POSTAGE PAID
PHOENIX, AZ
PERMIT# 5343

Your Appeal Deadline is APRIL 29, 2006

Property in The County of	Year	Period ID	BLK	MP	Parcel	Section
SANTA CRUZ	2007	12	114-57-070	5		02/28/2006

LEGAL DESCRIPTION	2006 VALUATION	2007 VALUATION	ACRES
LAND PCV	2 2500 16.0	2 2500 16.0	400
IMPR PCV	0 00.0	0 00.0	0
TOTAL PCV	2 2500 16.0	2 2500 16.0	400
LIMITED VALUE	2 2448 16.0	2 2149 16.0	344

SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #91
BK4 PG114(SURVEY)(SUBDIVISION)

ADDRESS SERVICE REQUESTED
****AUTO**MIXED AADC 852 116-49
RIO RICO UTILITIES INC
4837 SWIFT ROAD #100
SARASOTA FL 34231-5157



12 114-50-052 2

NOTICE OF VALUE

F FELIPE A. FUENTES JR.
R SANTA CRUZ COUNTY ASSESSOR
P. O. BOX 1150
O NOGALES, AZ 85628
M (520) 375-8030

9078 F-MH C

PRESORTED
FIRST CLASS MAIL
U.S. POSTAGE PAID
PHOENIX, AZ
PERMIT# 5343

Your Appeal Deadline is APRIL 29, 2006

Property in The County of	Year	Period ID	BLK	MP	Parcel	Section
SANTA CRUZ	2007	12	114-50-052	2		02/28/2006

LEGAL DESCRIPTION	2006 VALUATION	2007 VALUATION	ACRES
LAND PCV	2 38158 16.0	2 46963 16.0	16.0
IMPR PCV	0 00.0	0 00.0	0
TOTAL PCV	2 38158 16.0	2 46963 16.0	16.0
LIMITED VALUE	2 37127 16.0	2 40839 16.0	16.0

SECTION: TOWNSHIP: RANGE: ACRES:
RIO RICO UNIT 7 BLK 708 LOT 13

ADDRESS SERVICE REQUESTED
****AUTO**MIXED AADC 852 116-49
RIO RICO UTILITIES INC
4837 SWIFT RD #100
SARASOTA FL 34231-5157



12 114-57-071 8

NOTICE OF VALUE

F FELIPE A. FUENTES JR.
R SANTA CRUZ COUNTY ASSESSOR
P. O. BOX 1150
O NOGALES, AZ 85628
M (520) 375-8030

9130 F-MH C

PRESORTED
FIRST CLASS MAIL
U.S. POSTAGE PAID
PHOENIX, AZ
PERMIT# 5343

Your Appeal Deadline is APRIL 29, 2006

Property in The County of	Year	Period ID	BLK	MP	Parcel	Section
SANTA CRUZ	2007	12	114-57-071	8		02/28/2006

LEGAL DESCRIPTION	2006 VALUATION	2007 VALUATION	ACRES
LAND PCV	2 2500 16.0	2 2500 16.0	16.0
IMPR PCV	0 00.0	0 00.0	0
TOTAL PCV	2 2500 16.0	2 2500 16.0	16.0
LIMITED VALUE	2 2448 16.0	2 2149 16.0	16.0

SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #92
BK4 PG114(SURVEY)(SUBDIVISION)

ADDRESS SERVICE REQUESTED
****AUTO**MIXED AADC 852 116-49
RIO RICO UTILITIES INC
4837 SWIFT ROAD #100
SARASOTA FL 34231-5157



8 0
Fuentes Jr.
Santa Cruz County Assessor
1150
AZ 85628
-8030

NOTICE OF VALUE
THIS IS NOT A TAX BILL

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U.S. Postage Paid
Phoenix, AZ
Permit # 5343

Your Appeal Deadline is April 29, 2006

County of	Year	Period ID	SK	MP	Parcel	Notice	Date
RIZ	2007	12	114-57-068	0			02/28/2006
2006 VALUATION							
LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE
2	2500	16.0	2	2500	16.0	2	400
	0	00.0		0	00.0		0
2	2500	16.0	2	2500	16.0	2	400
2	2448	16.0	2	2149	16.0	2	344

SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #89
4 PG114(SURVEY)(SUBDIVISION)

ESS SERVICE REQUESTED
AUTO**MIXED AADC 852 116-49
RICO UTILITIES INC
SWIFT ROAD #100
ISOTA FL 34231-5157



7 7
Fuentes Jr.
Santa Cruz County Assessor
1150
AZ 85628
-8030

NOTICE OF VALUE
THIS IS NOT A TAX BILL

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Phoenix, AZ
Permit # 5343

Your Appeal Deadline is April 29, 2006

County of	Year	Period ID	SK	MP	Parcel	Notice	Date
RIZ	2007	12	114-57-067	7			02/28/2006
2006 VALUATION							
LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE
2	2500	16.0	2	2500	16.0	2	400
	0	00.0		0	00.0		0
2	2500	16.0	2	2500	16.0	2	400
2	2448	16.0	2	2149	16.0	2	344

SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #88
4 PG114(SURVEY)(SUBDIVISION)

ESS SERVICE REQUESTED
AUTO**MIXED AADC 852 116-49
RICO UTILITIES INC
SWIFT ROAD #100
ISOTA FL 34231-5157



12 114-57-072 1
Fuentes Jr.
Santa Cruz County Assessor
1150
NOGALES, AZ 85628
(520) 375-8030

NOTICE OF VALUE
THIS IS NOT A TAX BILL

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First Class Mail
U.S. Postage Paid
Phoenix, AZ
Permit # 5343

Your Appeal Deadline is April 28, 2006

County of	Year	Period ID	SK	MP	Parcel	Notice	Date
SANTA CRUZ	2007	12	114-57-072	1			02/28/2006
2006 VALUATION							
LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE
LAND PCV	2	2500	16.0	2	2500	16.0	400
IMPR PCV		0	00.0		0	00.0	0
TOTAL PCV	2	2500	16.0	2	2500	16.0	400
LIMITED VALUE	2	2448	16.0	2	2149	16.0	344

SECTION: TOWNSHIP: RANGE: ACRES:
RANCHOS DEL RIO PROPOSED WATER WELL #93
4 PG114(SURVEY)(SUBDIVISION)

ADDRESS SERVICE REQUESTED
****AUTO**MIXED AADC 852 116-49
RICO UTILITIES INC
4837 SWIFT ROAD #100
SARASOTA FL 34231-5157



12 133-04-010 6
Fuentes Jr.
Santa Cruz County Assessor
1150
NOGALES, AZ 85628
(520) 375-8030

NOTICE OF VALUE
THIS IS NOT A TAX BILL

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Phoenix, AZ
Permit # 5343

Your Appeal Deadline is April 28, 2006

County of	Year	Period ID	SK	MP	Parcel	Notice	Date
SANTA CRUZ	2007	12	133-04-010	6			02/28/2006
2006 VALUATION							
LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE	ASSET RATIO	LEGAL CLASS	ASSESSED VALUE
LAND PCV	2	4100	16.0	2	5000	16.0	800
IMPR PCV		0	00.0		0	00.0	0
TOTAL PCV	2	4100	16.0	2	5000	16.0	800
LIMITED VALUE	2	4100	16.0	2	4510	16.0	722

SECTION: TOWNSHIP: RANGE: ACRES:
#17 RIO RICO RANCHETTES LOT 1 BLK 508
HILLSIDE

ADDRESS SERVICE REQUESTED
*****AUTO**5-DIGIT 85648 81-21
RIO RICO UTILITIES INC
AN ARIZONA CORP
10609 YAVAPAI
RIO RICO AZ 85648-1502

